Brazos County TAX YEAR 2024 INCENTIVES COMPLIANCE REPORT

Presented By: Kimberly Gonzalez – Brazos County Economic Development Coordinator
Brazos County Commissioners Court – Tuesday, October 28, 2025

312 AGREEMENTS

Definition:

Also known as the “Property Tax Abatement Act.”

Tax abatements are an economic development tool available to cities, counties, and special districts to attract new industries and to encourage the retention and development of existing businesses through property tax exemptions or reductions. (Texas Comptroller of Public Accounts).

Method:

312 agreements reduce the value on the property tax rolls by the agreed-on amount. Companies receive a reduction in their taxes from the exclusion of the increased valuation, and the percentage of appraised value that is reduced leads to a tax reduction.

Statutes:

Guidelines for these agreements are found in Ch. 312 of the Texas Tax Code.

Existing 312 Agreements

Brazos County has three 312 agreements in place:

- America's Foundry LLC.
- Honeywell International
- RELLIS Campus Data & Research Center

AMERICA'S FOUNDRY

- This agreement was signed in 2024
- Length of agreement: 10 years (tax year 2026 – tax year 2035)
- Incentive for tax year 2024: No incentive for tax year 2024
- Abatement for tax year 2026 – tax year 2035: 80% of the maintenance and operations rate portion of the real property taxes collected and attributable to the incremental taxable value for 5 years followed by 50% for 5 additional years, totaling ten years of abatement
- Required incremental value increase by Dec. 31, 2035: $10 billion
- Total new full time job creation by Dec. 31, 2035: 1,800

HONEYWELL INTERNATIONAL INC.

- This agreement was signed in 2024
- Length of agreement: 5 years (tax year 2025 – tax year 2029)
- Incentive for tax year 2024: No incentive for tax year 2024
- Abatement for tax year 2025 – tax year 2029: 50% of the maintenance and operations rate portion of the real property taxes collected and attributable to the incremental taxable value for 5 years
- Total capital investment by Dec. 31, 2029: $120M
- This agreement is contingent on Honeywell receiving 50% of funding from federal and state grants and that funding hasn't been received yet

RELLIS CAMPUS DATA AND RESEARCH CENTER, LLC.

- This agreement was signed in 2025
- Length of agreement: 10 years (tax year 2029 – tax year 2038)
- Incentive for tax year 2024: Not applicable until tax year 2029
- Abatement for tax year 2029 – tax year 2038: 50% of maintenance and operations rate portion of the real property taxes collected and attributable to the incremental taxable value for 10 years
- Total capital investment by Dec. 31, 2038: $700M
- Total new full time job creation by Dec. 31, 2038: 100
- Maximum abatement amount: $13M